

TENNESSEE REGULATORY AUTHORITY

Pat Miller, Chairman
Deborah Taylor Tate, Director
Sara Kyle, Director
Ron Jones, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

December 15, 2004

Mr. Chad White
Tune, Entekin and White, P.C.
AmSouth Center, Suite 1700
315 Deaderick Street
Nashville, Tennessee 37238-1700

RE: Cartwright Creek, LLC's Petition to Amend Certificate of Public Convenience and Necessity to Provide Wastewater Utility Services (Docket No. 04-00358.)

Dear Mr. White:

Applicants for Certificates of Public Convenience and Necessity are required, by statute, to demonstrate their managerial, financial and technical abilities to provide the services for which they seek authority. To assist the Authority in its review of Cartwright Creek LLC's amendment to its Certificate of Convenience and Necessity to provide wastewater utility services to the planned growth area of Williamson County, Tennessee known as PGA 5, you are requested to provide the following information:

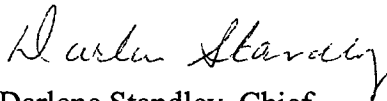
1. Pro-Forma financials provided for the Waterbridge Development of Cartwright Creek, LLC used increased rates for tap fees not currently approved by the Authority. Please submit new pro-formas utilizing existing approved tariffed rates.
2. Please provide a detailed explanation of why the Insurance Expense on the Pro-Forma Financials for Waterbridge Development drops off after Year 1.
3. Please provide a detailed explanation of why Operating Revenues on the Pro-Formas for Waterbridge Development continue to increase after the number of homes caps at 214.
4. Please provide a detailed explanation for the Billing Allowance Paid to Cartwright Creek on the Pro-Forma for Waterbridge Development and why it continues to increase after homes cap at 214.
5. Please provide pre-filed testimony from an executive of Cartwright Creek, LLC affirming the technical, managerial and financial capabilities of Cartwright Creek, LLC. Testimony should include all evidence and relevant information that Cartwright Creek, LLC intends to rely on to support its expansion request.

6. Please provide a detailed explanation of why the Insurance Expense on the Cartwright Creek, LLC Income Statement was \$475.00 in 2004 and jumped to a projected \$6,000 in 2005.
7. Please provide a detailed explanation of the increase in Purchased Power on the Cartwright Creek, LLC Income Statement from \$23,462 in 2004 to \$38,000 in 2005.
8. Please provide a detailed explanation of the reduction in the amount for Repairs and Maintenance Cartwright Creek, LLC Income Statement from \$31,222 in 2004 to \$12,000 in 2005.

It is requested that this information be provided no later than Friday, December 17, 2004 and that you reference Docket No. 04-00358 on the response. In accordance with TRA rules submit either (1) thirteen (13) written copies of your response or (2) four (4) written copies and an electronic version.

Additionally, your response to the data request of December 6, 2004 is incomplete. Please provide a full response to items 2, 3, 5 and 7 of this request. Should you have any questions regarding this request, please contact Patsy Fulton at 615-741-2904 ext. 193.

Sincerely,



Darlene Standley, Chief
Utilities Division

C: Docket File